



RBC Balanced Growth & Income Fund

Investment Objective

To provide a combination of capital growth and modest income. The fund invests primarily in a diversified portfolio of income-producing equity and fixed-income securities from anywhere around the world either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF481
A	No Load	USD	RBF403
Adv	Deferred Sales	CAD	RBF881
Adv	Front End	CAD	RBF721
Adv	Low Load	CAD	RBF081
Adv	Low Load	USD	RBF4403
Adv T5	Deferred Sales	CAD	RBF887
Adv T5	Front End	CAD	RBF789
Adv T5	Low Load	CAD	RBF087
T5	No Load	CAD	RBF511
H	No Load	CAD	RBF381

Inception Date	August 2013
Total Fund Assets \$Mil	1,433.4
Series A NAV \$	12.40
Series A MER %	2.08
Benchmark	40% FTSE TMX Canada Universe Bond Index 25% S&P/TSX Capped Composite Total Return Index 20% S&P 500 Total Return Index (CAD) 10% MSCI Emerging Markets Total Return Net Index (CAD) 5% MSCI Europe Total Return Net Index (CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Global Equity Balanced
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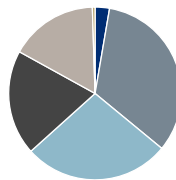
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

Performance Analysis is in CAD and for CAD series A fund (RBF481).

Portfolio Analysis as of September 30, 2017

Asset Mix

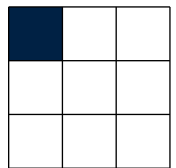


	% Assets
Cash	2.7
Fixed Income	33.3
Canadian Equity	27.4
US Equity	19.7
International Equity	16.5
Other	0.5

Top 25 Holdings

	% Assets
PH&N Total Return Bond Fund	12.7
RBC Emerging Markets Dividend Fund	9.6
RBC Global Corporate Bond Fund	8.6
RBC Global High Yield Bond Fund	6.5
BlueBay Global Monthly Income Bond Fund	6.5
RBC European Dividend Fund	6.5
Royal Bank of Canada	1.8
Enbridge Inc	1.5
The Toronto-Dominion Bank	1.4
Bank of Nova Scotia	1.0
Manulife Financial Corp	1.0
Canadian Imperial Bank of Commerce	0.8
Brookfield Asset Management Inc Class A	0.8
Sun Life Financial Inc	0.8
Apple Inc	0.7
TransCanada Corp	0.7
Microsoft Corp	0.7
Suncor Energy Inc	0.7
iShares US Real Estate ETF	0.7
BCE Inc	0.6
Canadian Natural Resources Ltd	0.6
Canadian Pacific Railway Ltd	0.6
Bank of Montreal	0.6
Bank of America Corporation	0.5
Brookfield Property Partners LP	0.5
Total % of Top 25 Holdings	66.5
Total Number of Portfolio Holdings	199
Total Number of Stock Holdings	948
Total Number of Bond Holdings	5,177
Total Number of Other Holdings	194
Total Number of Underlying Holdings	6,319

Equity Style



Value Blend Growth

Statistics

P/B Ratio	1.9
P/E Ratio	15.5
Avg. Mkt Cap. \$B	37.0

Top 5 Sectors

	% Equity
Financials	25.1
Energy	15.1
Information Technology	11.0
Industrials	8.0
Real Estate	7.1

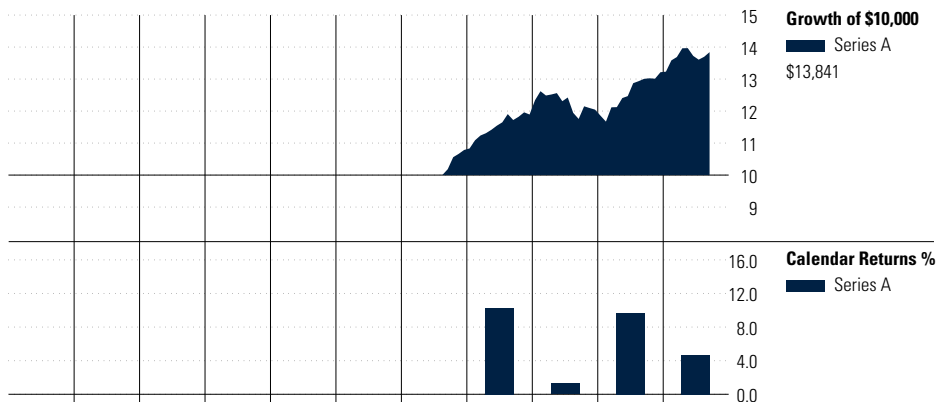
Fixed Income Breakdown

	%
Govt. Bonds	39.0
Corp. Bonds	56.5
Other Bonds	2.1
MBS	0.0
Cash & Other	2.3
ABS	0.0

Characteristics

	%
Avg. Term to maturity (Yrs)	9.0
Modified Duration (Yrs)	6.1
Yield to Maturity	3.6

Performance Analysis as of September 30, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD	
Return (%)	—	—	—	—	—	—	—	10.3	1.3	9.7	4.7	Fund
Rank	—	—	—	—	—	—	—	2 nd	4 th	1 st	3 rd	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return (%)	1.1	0.9	1.1	6.4	5.7	—	—	8.0	Fund
Rank	3 rd	2 nd	3 rd	2 nd	3 rd	—	—	—	Quartile
No. of Funds in Category	1071	1065	1039	1007	679	466	217	—	



RBC Balanced Growth & Income Fund

Management Overview

Manager Bios

Jennifer McClelland

RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

Sarah Riopelle

RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

Brad Willock

RBC Global Asset Management Inc.

Brad Willock joined RBC in May 1996 and RBC Global Asset Management in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce and a Bachelor of Science, and is a CFA charterholder.

Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.09	0.16	0.42	0.40	0.10	—	—	—	—	—	—
Interest	0.09	0.07	0.07	0.06	0.05	—	—	—	—	—	—
Dividends	—	0.09	0.09	0.07	0.01	—	—	—	—	—	—
Capital Gains	—	—	0.27	0.27	0.03	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	19.1	8-2016	9.0	—	—	—	—
Worst	2-2016	-7.5	8-2017	4.8	—	—	—	—
Average		7.2		6.8		—		—
No. of Periods		38		14		—		—
Pct. Positive		86.8		100.0		—		—

* Distributions are characterized into income type at year-end.

Quarterly Commentary as at September 30, 2017

The global acceleration in economic growth that began last year has been largely sustained. The need for extreme monetary stimulus is fading and central banks including the U.S. Federal Reserve and the Bank of Canada (BoC) are gradually shifting toward tighter policy.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Returns on global government bonds were low to slightly negative during the period. Canadian bonds underperformed after the BoC boosted short-term interest rates given faster-than-expected economic growth. Returns were aided by exposure to the RBC Global High Yield Bond Fund and the BlueBay Global Monthly Income Bond Fund. Performance was negatively affected by the Phillips, Hager & North Total Return Bond Fund.

Global equities posted gains, led by emerging-

market and Canadian equities, as prices for oil and other commodities strengthened. The S&P 500 finished the period at a record high, but a weaker U.S. dollar offset most of the returns when translated back into Canadian dollars. The Fund benefited from investments in Canadian and emerging-market equities.

Our models continue to suggest the long-term direction for bond yields is higher, which would weigh on total returns for bond holders. Prospective returns for equities are much better than for fixed income, but the valuation tailwind from falling interest rates may be exhausted so earnings growth is now critical for the continuity of the bull market. The Fund has been dialing back the risk exposure in the asset mix as the business cycle matures, trimming the equity-overweight allocation and splitting the proceeds between cash and fixed income.



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Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

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completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

MER (%) for RBC Funds, PH&N Funds and Bluebay Funds is based on actual expenses for the half-year period, January 1 to June 30, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

Graphs are only used to illustrate the effects

of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A and F units of the Fund as of September 30, 2017.

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